

Message Text

UNCLASSIFIED

PAGE 01 SEOUL 00256 111035Z

50

ACTION XMB-07

INFO OCT-01 EA-11 ISO-00 EB-11 DRC-01 RSC-01 TRSE-00 /032 W

----- 073598

R 110959Z JAN 74

FM AMEMBASSY SEOUL

TO SECSTATE WASHDC 1996

INFO USDOC WASHDC

AMCONSUL HONG KONG

UNCLAS SEOUL 0256

FOR EXIMBANK

E.O. 11652: N/A

TAGS: BEXP, KS

SUBJ: HANIL CEMENT EXPANSION

1. ON DECEMBER 28, ECONOMIC PLANNING BOARD APPROVED
\$17 1/2 MILLION LOAN BY BANQUE WORMS (FRANCE) TO
FINANCE ONE MILLION-TON HANIL EXPANSION. TERMS INCLUDE 15PCT
DOWNPAYMENT, 6 1/2 ANNUAL INTEREST AND 9 1/2 YEAR REPAYMENT.

2. A EQUIPMENT FOR PROJECT WILL BE SUPPLIED BY
POLYSIUS.

3. HANIL WAS VERY ACTIVE APPLICANT FOR EXIM CREDIT OF
\$8 MILLION TO OVER PORTION OF EQUIPMENT TO BE SUPPLIED
BY ALLIS CHALMERS. FRENCH WILLINGNESS TO SUPPORT CREDIT
FOR ENTIRE PROJECT FOLLOWS ON HANIL'S INABILITY TO RESOLVE
ITS DIFFERENCES WITH EXIM OVER STEPS NECESSARY TO
ESTABLISH STRONGER FINANCIAL POSITION RELATIVE TO ITS
REQUEST FOR EXIM FINANCING.

4. HANIL MANAGING DIRECTOR KIM STATED THAT HANIL HAS
SIGNED PRELIMINARY CONTRACT WITH POLYSIUS AND PLANS TO
SIGN FORMAL CONTRACT AFTER BOARD OF DIRECTORS MEETING
IN NEAR FUTURE. HE INDICATED THAT, BARRING MODIFICATION
OF EXIM PRECONDITIONS, THERE WAS NO FURTHER CHANCE FOR
U.S. SUPPLIERS ON THIS PROJECT.

UNCLASSIFIED

UNCLASSIFIED

PAGE 02 SEOUL 00256 111035Z

5. HANIL WAS ACKNOWLEDGED TO BE SOUNDEST OF KOREAN
CEMENT COMPANIES, AND DURING VISIT NEXT WEEK OF EXIM
VICE PRESIDENT RAND WILL REVIEW CIRCUMSTANCES SURROUNDING
LOSS OF THIS PROJECT.
ERICSON

UNCLASSIFIED

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: n/a
Control Number: n/a
Copy: SINGLE
Draft Date: 11 JAN 1974
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Authority: n/a
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01 JAN 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1974SEOUL00256
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: n/a
From: SEOUL
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1974/newtext/t19740147/aaaabsji.tel
Line Count: 66
Locator: TEXT ON-LINE
Office: ACTION XMB
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: n/a
Review Action: RELEASED, APPROVED
Review Authority: elyme
Review Comment: n/a
Review Content Flags:
Review Date: 02 OCT 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <02 OCT 2002 by kellew0>; APPROVED <18-Nov-2002 by elyme>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: HANIL CEMENT EXPANSION
TAGS: BEXP, KS
To: STATE
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005